GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

R&B Dept –Borrowing term loan of Rs.1000.00 Crores from Vijaya Bank, Regional Office, Vijayawada for interest @ 7.90% per annum by Andhra Pradesh Road Development Corporation (APRDC) for the Development of State Highways and other roads in Andhra Pradesh –Permission - Accorded – Orders Issued.

TRANSPORT, ROADS AND BUILDINGS (R.III) DEPARTMENT

G.O.MS.No. 59 Dated: 02-11-2017
Read the following:

1. G.O.Ms.No.47, TR&B(R.III) Dept, dt.05.09.2017
2. From the ENC(R&B) Admn & SH, EAP, CP & MD, APRDC, Lr.No.MD /APRDC/GM/MCA/Mobilisation of Funds/2017, dt.11.10.2017

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ORDER:

In the reference 1st read above, Govt have permitted the Engineer-in-Chief (R&B) Admn & SH, EAP, CP & Managing Director, Andhra Pradesh Road Development Corporation (APRDC) to obtain loan amount of Rs.3000.00Crores (Rupees three thousand crore only) from HUDCO (or Bank or any other appropriate Financial Institution, depending on interest rates which are lower at the time of sanction and drawal) for development of State Highways and other roads in Andhra Pradesh with Government Budgetary support, for repayment of Principle and Interest thereon, duly approving enhancement of borrowing limit to Rs.3000.00 Crore for APRDC.

2 In the reference 2nd read above, the Engineer-in-Chief (R&B) Admn & SH, EAP, CP & MD, APRDC, AP has informed that, the Vijaya Bank, Regional Office, Vijayawada, has expressed interest @ 7.90% per annum, MCLR to be reset for part funding of Rs. 1000.00 Crore to APRDC @ 7.90% MCLR to be reset every month, duly informing the terms and conditions. He has therefore, requested the Government to accord permission to give consent to the rate of interest @ 7.90% p.a.(MCLR to be reset every month) for obtaining loan of Rs.1000.00 Crore and other conditions duly issuing Government Guarantee for Rs.1000.00 Crore for development of State Highways and other roads in A.P. for re-payment of Principle and Interest.

3 Government after Careful examination of the matter, hereby accorded permission to Managing Director, APRDC to give consent for obtaining loan of Rs.1000.00 crore (Rupees One Thousand Crore only) from the Vijaya Bank, Regional Office, Vijayawada for interest @ 7.90% p.a. (MCLR to be reset every month) for development of State Highways other roads in Andhra Pradesh duly issuing Government Guarantee for re-payment of Principle and Interest thereon, subject to:

(I) payment of Guarantee Commission at the rate of 2% on loan amount by the Corporation.
(II) Monthly MCLR of 7.9% with quarterly rest and quarterly repayment, for which the bank has already agreed subject to RBI clearance
(III) In case, RBI clearance doesn't come for the above request, repayment schedule may be planned monthly instead of quarterly to avoid increased interest burden on account of monthly compounding

3. The Engineer-in-Chief (R&B) Admn & SH, EAP, CP & MD, APRDC, AP, Shall take further necessary action in the matter.

(Contd…2)

4. This order issues with the concurrence of Finance (DM) Dept vide their U.O.No.17023/116/2017, Finance (FMU.TR&B) Dept, dt.30.10.2017

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

ANIL CHANDRA PUNETHA
CCLA & SPECIAL CHIEF SECRETARY TO GOVERNMENT &
PRINCIPAL SECRETARY TO GOVERNMENT (FAC)

To
The Engineer-in-Chief (R&B) Admn & SH, EAP, CP & MD, APRDC,
AP, Ibrahimpatnam, Vijayawada.
Copy to:
The Finance (FMU.TR&B) Dept.
The Director of Treasuries Accounts, A.P., Vijayawada.
The P.S. to M (R&B) Dept.
Sf/Sc.

//FORWARDED::BY ORDER//

SECTION OFFICER